



USDA Foreign Agricultural Service

# GAIN Report

Global Agriculture Information Network

Template Version 2.09

Voluntary Report - public distribution

**Date:** 7/7/2004

**GAIN Report Number:** ID4021

## Indonesia

### Grain and Feed

## GOI Responses to FMD Outbreak in Brazil and Peru 2004

**Approved by:**

Chris Rittgers  
U.S. Embassy, Jakarta

**Prepared by:**

Rosida Nababan

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**Report Highlights:**

On June 25, 2004, the GOI-Ministry of Agriculture announced a temporary ban on imports of animal products, raw materials for feed, machinery, and animal health products from Brazil and Peru due to new cases of foot and mouth disease. This will most notably impact imports of soybean meal from Brazil.

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Includes PSD Changes: No  
Includes Trade Matrix: No  
Unscheduled Report  
Jakarta [ID1]  
[ID]

**ISSUE**

On June 25, 2004, the Ministry of Agriculture (MOA) through the Directorate General of Livestock Services (DGLS) announced a temporary ban on imports of animal products, raw materials for feed, machinery, and drugs from Brazil and Peru due to findings of cases of foot and mouth disease (FMD). The decision was based on a report of the FMD findings from the Office International des Epizootics (OIE) dated June 18, 2004.

Commodities that are listed as currently banned include finished feed and all inputs used for feed manufacturing (grain, soybean meal, forages, concentrate), meat products from both ruminants and swine, fresh and processed milk, semen, eggs and egg products, MBM, and some animal health products.

The letter specified the date of implementation for each country as below:

1. Animal products and products of animal origin and derivatives, raw materials for animal feed, machinery:
  - a. For Brazil: Effective May 6, 2004.
  - b. For Peru: Effective May 14, 2004.
2. Exception to point 1 above: Raw materials and processed products for animal feed, including soybean meal, are allowed to enter Indonesia if B/L is dated before the date of the announcement (June 25, 2004).

**Trade Impact**

In 2003, Brazil exported 760,600 tons (45.9 percent market share) of soybean meal to Indonesia. During the first 6 months of 2004, Brazil's soybean meal exports to Indonesia were 174,000 MT, about 24 percent of the total. Depending on the duration of the ban, this action may create additional opportunities for U.S. exporters of soybean meal later in the marketing year, but the U.S. will continue to face stiff competition from supplies from India. This will also make it more difficult for Indonesian importers to purchase corn from Argentina, as a common practice is to mix soybean meal imports from Brazil with corn imports from Argentina.

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**List of commodities from Brazil and Peru that are prohibited to enter Indonesia:**

1. Ruminants
2. Swine
3. Dogs, cats and all related species
4. Horses and all related species
5. Laboratory animal such as:
  - a. Caviar, rabbit and related species
  - b. Mice, hamster and related species
6. Poultry
7. Meat of ruminants
8. Poultry meat
9. Canned processed meat:
10. Fresh milk/replaces
11. Processed milk such as milk powder, skim, cream, butter, cheese, yogurt, and HTST milk
12. Pasteurization milk, single UHT and ice cream
13. Eggs and egg products
14. Semen, embryo, ova of ruminants and swine.
15. Ruminant hides (raw)
16. Ruminants pickled.
17. Wet blue, crust and finished leather
18. Bone, Hooves, and Horns.
19. Protein meal from ruminants and swine.
20. Feather of poultry.
21. Organs, lymph, protein and extract from ruminants and swine.
22. Waste animal products.
23. Feed raw-material:
  - a. Meat/bone/horn/blood meal of ruminants and swine.
  - b. Meat/bone/horn/blood meal of poultry
24. Grains, peanuts, and roots
25. Forages:
  - a. Fresh
  - b. Processed
26. Finished feed and concentrate for ruminants and swine
27. Pet Food:
  - a. Containing ruminants non-ruminant products.
28. Agriculture Machinery
29. Vaccines, antigen, sera:
  - a. Related to FMD virus
  - b. Not related to FMD virus (ruminants and pigs)
30. Drugs and animal drugs containing ruminants and swine:
  - a. Natural
  - b. Synthetic
31. Drugs for general, medical and research containing ruminants and swine.